

BIHAR SPONGE IRON LIMITED

REGISTERED OFFICE & PLANT : UMESH NAGAR, CHANDIL - 832401, DISTT. SARAIKELA - KHARSAWAN, JHARKHAND
Ph.: +91 9955542302, E-mail: companysecretary@bsil.org.in / bsilchandil@gmail.com Website : www.bsil.org.in
CIN: L27106JH1982PLC001633

BSIL/CS/SE/2022

Dated : 25-05-2022

To,
The Manager Listing
BSE Limited
25th Floor, P.J.Towers,
Dalal Street, Mumbai-400001.

Scrip Code: 500058

Subject : Intimation of reply of violation under SEBI (Prohibition of Insider Trading) Regulations, 2015

Dear Sir/Madam,

This is continuation of our intimation on 06-04-2022 & 11-04-2022 regarding violation of Regulation 7(2)(a) of the SEBI (Prohibition of Insider Trading) Regulations, 2015 and Company's Insider Code of Practice as approved by the Board of Directors.

In view of above said violation, Company has issued show cause notices to the 'Bihar State Industrial Development Corporation Limited' (BSIDC), a Bihar State Government Promoter Group Company, on 06-04-2022 & 11-04-2022. BSIDC has given their reply on 19-05-2022 vide their letter dated 18-05-2022 (copy of letter attached for your reference), which was placed before the Audit Committee and Board meetings on 25-05-2022 for their consideration.


Audit Committee and Board meeting considered the reply submitted by the BSIDC in their meeting held respectively and noted the explanation given by BSIDC and decided that reply submitted by the BSIDC be forwarded to Stock Exchange for their consideration.

In view of the above, we are submitting the same for your reference.

Thanking you,

Your faithfully,

For Bihar Sponge Iron Limited


Vimal Prasad Gupta
Company Secretary &
Compliance Officer
FCS 6380



Attached - As above

BRANCH OFFICE : 11, CIRCUIT HOUSE AREA (EAST) ROAD NO. 9, JAMESHPUR - 831001.



बिहार राज्य औद्योगिक विकास निगम लि०

(बिहार सरकार का उपक्रम)

रजि० ऑफिस :- इंदिरा भवन, राम चरित्र सिंह पथ
(बोरिंग कैनल रोड), पटना-800 001

CIN No. : U00085BR1960SGC000665
GSTIN - 10AACCB0680Q1ZR

BIHAR STATE INDUSTRIAL DEVELOPMENT CORPORATION LTD.

(A Govt. of Bihar Undertaking)

-: Registered Office :-

Indira Bhawan, Ram Charitra Singh Path
Boring Canal Road, Patna - 800 001

CIN No. : U00085BR1960SGC000665
GSTIN - 10AACCB0680Q1ZR

Letter No:- 270/A

Dated: - 18.05.2022

To,
The Company Secretary & Compliance Officer,
Bihar Sponge & Iron Limited,
Umesh Nagar, Distt – Saraikela-Kharsawan,
Chandil – 832401, Jharkhand.

Ref:- Your Letter No.- NIL, Dated : 06-04-2022 & Your emails dated 27-04-2022, 07-04-2022 & 11-04-2022. (Violation under Regulation 7(2)(a) of the SEBI (Prohibition of Insider Trading) Regulations, 2015.)

Dear Sir /Madam

This is to say that BSIDC Limited was incorporated to promote or advance the Industrial Development of Bihar and promoted several Companies with aim to promote industry in Bihar. Now BSIDC Limited is a defunct Company as it is unable to pay off its liabilities & running with very less/ negligible employee strength of low grades.

BSIDC Limited is a wholly owned Corporation of Government of Bihar, and as per MOU Clauses of the Agreement Signed between Promoters (MIL) & BSIDC Limited mode of Disinvestment was mentioned in the Clause No -18 and other clauses of the Agreement which was signed before the Incorporation of Bihar Sponge & Iron Limited, that after expiry of 10 years BSIDC Limited shall sell its shares as its policy was to promote assist and disinvest so that fund received from disinvestment can be used for promotion of industries in Bihar and furtherance of its main object.

Now, after passing of nearly four decades the BSIDC Limited was unable to realise its original investment. As Per policy & Directions BSIDC Limited has passed a resolution for disinvestment in all assisted and joint sector companies to pay off its liabilities & instructed Stock Exchange to sell its shares.

Neither BSIDC Limited nor any person associated with company is in direct or indirect control on the Board of Bihar Sponge & Iron Limited.

BSIDC Limited is only a holder of 7.49% of shares & till April only 0.27% of Shares was sold in about 3 months.

For Paying of its liabilities BSIDC Limited has instructed Stock Holding Corporation to sell all holding of its joint & Assisted Sector Companies including Bihar Sponge & Iron Limited.

This is for your Information & Record.

Thanking You,

Your's Faithfully

For Bihar State Industrial Development Corporation Ltd.

Retained Company Secretary
Kumar
18-05-2022